

SENATE BILL NO. 21

IN THE LEGISLATURE OF THE STATE OF ALASKA

SEVENTEENTH LEGISLATURE - FIRST SESSION

BY SENATORS FISCHER, Frank

Introduced: 1/21/91

Referred: HESS and Finance

A BILL**FOR AN ACT ENTITLED**

1 "An Act establishing the school bond debt defeasance fund; and providing for an effective
2 date."

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

4 * **Section 1.** AS 14.11 is amended by adding a new section to read:

5 Sec. 14.11.090. SCHOOL BOND DEBT DEFEASANCE FUND. There is established
6 the school bond debt defeasance fund consisting of appropriations to the fund. The fund shall
7 be managed by the Alaska Permanent Fund Corporation and invested as authorized under
8 AS 37.13.120 for permanent fund assets. The legislature may appropriate principal and income
9 from the fund to retire the state and municipal share of the principal and interest on outstanding
10 bonds incurred to pay for school construction for which contribution from the state was
11 authorized under AS 14.11.100. At the end of each fiscal year, income earned by the fund and
12 not otherwise appropriated shall be deposited in the general fund. The legislature may
13 appropriate this amount each year to the school bond debt defeasance fund.

14 * **Sec. 2.** This Act takes effect July 1, 1991.